

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 3486-01
BILL NO.: HB 1823
SUBJECT: Retired Military - License Plates Fee
TYPE: Original
DATE: February 29, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Highway Fund	(\$18,750)	(\$22,500)	(\$22,500)
Total Estimated Net Effect on <u>All</u> State Funds	(\$18,750)	(\$22,500)	(\$22,500)

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None	\$0	\$0	\$0
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Local Government	(\$6,250)	(\$7,500)	(\$7,500)

Numbers within parentheses: () indicate costs or losses
This fiscal note contains 4 pages.

FISCAL ANALYSIS

ASSUMPTION

The **Department of Revenue (DOR)** assumes this proposal eliminates the registration fee for special plates issued for military medal and prisoner of war personnel.

The DOR currently does not charge a registration fee for Prisoner of War plates but does require a registration fee be paid for any military medal of honor plates, such as the Purple Heart, etc. There are currently 2,000 Purple Heart plates issued and therefore this proposal would result in a loss of revenue of \$30,000 annually, at a minimum, to be split between the Highway Fund, Cities and CART.

The **Department of Transportation (DOT)** concurs with the Department of Revenues response to this proposal.

Officials from the **Secretary of State (SOS)** assumes the rules, regulations and forms issued by the DOR could require as many as twelve pages in the *Code of State Regulations*. For any given rule, roughly half again as many pages are published in the *Missouri Register* as in the Code because cost statements, fiscal notes and the like are not repeated in the Code. The estimated cost of a page in the Missouri Register is \$22.50. The estimated cost of a page in the Code of State Regulations is \$26.50. Therefore, the total anticipated cost is \$361.50 in FY01. The actual costs could be more or less than the numbers given. The impact of this legislation in future years is unknown and depends upon the frequency and length of rules filed, amended, rescinded or withdrawn.

While the bill alone would not require SOS to acquire additional staff, SOS assumes the cumulative effect of other bills that require rulemaking may, in the aggregate, necessitate additional staff.

Oversight assumes the SOS could absorb the costs of printing and distributing regulations related to this proposal. If multiple bills pass which require the printing and distribution of regulations at substantial costs, the SOS could request funding through the appropriations process. Any decisions to raise fees to defray costs would likely be made in subsequent fiscal years.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
HIGHWAY FUND			
<u>Loss - DOR</u>			
Elimination of registration fee for medal of honor pates	(\$18,750)	(\$22,500)	(\$22,500)
ESTIMATED NET EFFECT ON HIGHWAY FUND	<u>(\$18,750)</u>	<u>(\$22,500)</u>	<u>(\$22,500)</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
CITIES and COUNTIES			
<u>Loss - Reduction in Fees</u>			
Cities	(\$3,750)	(\$4,500)	(\$4,500)
County Aid Road Trust Fund	<u>(2,500)</u>	<u>(3,000)</u>	<u>(3,000)</u>
	(\$6,250)	(\$7,500)	(\$7,500)
ESTIMATED NET EFFECT ON CITIES and COUNTIES	<u>(\$6,250)</u>	<u>(\$7,500)</u>	<u>(\$7,500)</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This proposal waives the renewal fee for any special license plate commemorating the award of any medal for military service and for prisoners of war.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

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SOURCES OF INFORMATION

Department of Transportation
Department of Revenue
Secretary of State

A handwritten signature in black ink, appearing to read "Jeanne Jarrett". The signature is stylized with a large initial "J" and a cursive "e" at the end.

Jeanne Jarrett, CPA
Director
February 29, 2000